

SECRET

CENTRAL INTELLIGENCE AGENCY

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4. Another well, Nelli No. 1, which lies between Hauskirchen and Muehlberg, has been brought into production. This well is now operating with a pump; its output averages about eight cubic meters of oil per day.

Estimated Value of SMV Installations and Equipment

5. The following figures represent the estimated value of SMV installations and equipment at Soviet-controlled oil fields in Austria. These figures were compiled on the basis of the estimated value of SMV property at the ITAG fields which the SMV placed at a total of 15,473,677.49 schillings as of 31 December 1949. [] the estimates given below do not reflect the actual cost of replacing SMV oil field equipment in terms of current market prices and are, therefore, relatively low.

DEA/I	43 to 45,000,000
DEA/II	28,000,000
E.P.G.	28,000,000
Muehlberg	38 to 40,000,000
Matzen	6 to 8,000,000
G. Rumpel A.G. and Bohrbetrieb	35,000,000
Erdgas G.m.b.H.	20,000,000
ITAG	15,500,000
Total Estimated Value	213,500,000 to 219,500,000

Loss of Special Equipment

6. The larger of two special Schlumberger measuring apparatus equipped with electrical and blasting equipment and a drum of electric cable was completely destroyed by fire recently when the driver of a Diesel truck, on which the apparatus was mounted, tried to start his vehicle by building a fire under the motor. The Soviets have arrested the driver and his assistant. Owing to the fact that it will take some time to replace this equipment, SMV exploratory drilling operations will probably be rather limited for several months to come.

* [] Comment: [] for a previous report regarding Aderklaa well
No. 9.

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